

**ARIZONA CORPORATION COMMISSION**  
**UTILITIES DIVISION**

APR 19 2004

ARIZONA CORPORATION COMMISSION  
DIRECTOR OF UTILITIES

ANNUAL REPORT MAILING LABEL - MAKE CHANGES AS NECESSARY

SW-03575A  
Palo Verde Utilities Company  
~~426 N. 44th Street, Ste. 200~~ 210  
Phoenix AZ ~~85008~~ 85027

22601 N. 19TH AVE.

**ANNUAL REPORT**

**FOR YEAR ENDING**

12	31	2003
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FOR COMMISSION USE

ANN05	03
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PROCESSED BY:

SCANNED

## COMPANY INFORMATION

Company Name (Business Name) <u>Palo Verde Utilities Company</u>		
Mailing Address <u>22601 N. 19TH Avenue, Suite 210</u>		
<u>Phoenix</u> (City)	<u>AZ</u> (State)	<u>85027</u> (Zip)
<u>623 580 9600</u> Telephone No. (Include Area Code)	<u>623 580 9659</u> Fax No. (Include Area Code)	<u></u> Pager/Cell No. (Include Area Code)
Email Address <u>Cindy.liles@gwresources.com</u>		
Local Office Mailing Address <u>(same as above)</u>		
<u></u> (City)	<u></u> (State)	<u></u> (Zip)
<u></u> Local Office Telephone No. (Include Area Code)	<u></u> Fax No. (Include Area Code)	<u></u> Pager/Cell No. (Include Area Code)
Email Address <u></u>		

## MANAGEMENT INFORMATION

Management Contact: <u>Cindy Liles</u>		<u>CFO, VP and Growth Mgr</u>	
<u>(same as above)</u> (Name)	<u></u> (Title)	<u></u> (City)	<u></u> (Zip)
<u></u> (Street)	<u></u> (City)	<u></u> (State)	<u></u> (Zip)
<u></u> Telephone No. (Include Area Code)	<u></u> Fax No. (Include Area Code)	<u></u> Pager/Cell No. (Include Area Code)	
Email Address <u></u>			
On Site Manager: <u>Severn Trent Services - Jeff Lemley, Certified Lead Operator</u>			
<u>41265 W. Hiller Road</u> (Street)	<u>Maricopa</u> (City)	<u>AZ</u> (State)	<u>85239</u> (Zip)
<u>623 580 9600</u> Telephone No. (Include Area Code)	<u>623 580 9659</u> Fax No. (Include Area Code)	<u>(480) 244 8204</u> Pager/Cell No. (Include Area Code)	
Email Address <u>jeffl@stes.com</u>			

☒ Please mark this box if the above address(es) have changed or are updated since the last filing.

Statutory Agent: Dick Roberts at Roberts, Rowley, Chapman, Ltd

(Name)

63 EAST Main Street, Suite 501, Mesa, AZ

(Street)

(City)

(State)

(Zip)

85201-7423

480-833-1113

Telephone No. (Include Area Code)

480-833-1114

Fax No. (Include Area Code)

N/A

Pager/Cell No. (Include Area Code)

Attorney: Jeff Crockett, Snell and Wilmer

(Name)

ONE ARIZONA CENTER

400 E. VAN BUREN

(Street)

Phoenix

(City)

AZ

(State)

85004-2202

(Zip)

(602) 382-6234

Telephone No. (Include Area Code)

(602) 382-6070

Fax No. (Include Area Code)

(602) 999-4188

Pager/Cell No. (Include Area Code)

☒ Please mark this box if the above address(es) have changed or are updated since the last filing.

### OWNERSHIP INFORMATION

Check the following box that applies to your company:

☐ Sole Proprietor (S)

☐ C Corporation (C) (Other than Association/Co-op)

☐ Partnership (P)

☐ Subchapter S Corporation (Z)

☐ Bankruptcy (B)

☐ Association/Co op (A)

☐ Receivership (R)

☒ Limited Liability Company

☐ Other (Describe) \_\_\_\_\_

### COUNTIES SERVED

Check the box below for the county/ies in which you are certificated to provide service:

☐ APACHE

☐ COCHISE

☐ COCONINO

☐ GILA

☐ GRAHAM

☐ GREENLEE

☐ LA PAZ

☐ MARICOPA

☐ MOHAVE

☐ NAVAJO

☐ PIMA

☒ PINAL

☐ SANTA CRUZ

☐ YAVAPAI

☐ YUMA

☐ STATEWIDE

COMPANY NAME

Palo Verde Utilities Company

UTILITY PLANT IN SERVICE

Acct. No.	DESCRIPTION	Original Cost (OC)	Accumulated Depreciation (AD)	O.C.L.D. (OC less AD)
351	Organization	88723		88723
352	Franchises			
353	Land and Land Rights	164670		164670
354	Structures and Improvements	4369942	116701	4253241
355	Power Generation Equipment	194885	4872	190013
360	Collection Sewers – Force	2281886	103797	2178089
361	Collection Sewers – Gravity	1263261	22739	1240522
362	Special Collecting Structures			
363	Services to Customers	216931	11331	205600
364	Flow Measuring Devices			
365	Flow Measuring Installations			
370	Receiving Wells	104019	7801	96218
380	Treatment and Disposal Equip.	1705375	42634	1662741
381	Plant Sewers	75068	4504	70564
382	Outfall Sewer Lines	350837	18945	331892
389	Other Plant and Misc. Equipment	24055	433	23622
390	Office Furniture and Equipment	34968	2632	32336
391	Transportation Equipment			
393	Tools, Shop and Garage Equip.			
394	Laboratory Equipment			
371 395	Power-Operated Equipment <sup>Pumping Equipment</sup>	224082	8589	215493
375 398	Other Tangible Plant <sup>Reuse Transmission &amp; Distribution</sup>	80846	1455	79391
	TOTALS	11,179,548	346433	10833115

This amount goes on the Balance Sheet Acct. No. 108

COMPANY NAME

Palo Verde Utilities Company

**CALCULATION OF DEPRECIATION EXPENSE**

Acct. No.	DESCRIPTION	Original Cost (1)	Depreciation Percentage (2)	Depreciation Expense (1x2) *
351	Organization	88123	-	-
352	Franchises			
353	Land and Land Rights	164670	-	-
354	Structures and Improvements	4369942	3.6 %	96560
355	Power Generation Equipment	194885	5.0	4872
360	Collection Sewers – Force	2281886	3.6	72355
361	Collection Sewers – Gravity	1263261	3.6	22739
362	Special Collecting Structures			
363	Services to Customers	216931	3.3	7642
364	Flow Measuring Devices			
365	Flow Measuring Installations			
370	Receiving Wells	104019	5.0	5201
380	Treatment and Disposal Equip.	1705375	5.0	42634
381	Plant Sewers	75068	4.0	3003
382	Outfall Sewer Lines	350837	3.6	12630
389	Other Plant and Misc. Equipment	24055	3.6	433
390	Office Furniture and Equipment	35472	6.8	1896
391	Transportation Equipment			
393	Tools, Shop and Garage Equip.			
394	Laboratory Equipment			
371 395	Power Operated Equipment <sup>Pumping Equipment</sup>	224082	5.0	7094
375 398	Other Tangible Plant <sup>REUSE Transmission &amp; DISTRIBUTION</sup>	80846	3.6	1455
	TOTALS			278514

This amount goes on Comparative Statement of Income and Expense Acct. 403

\* Column includes mid-year convention for new additions

COMPANY NAME

Palo Verde Utilities Company

**BALANCE SHEET**

Acct. No.		BALANCE AT BEGINNING OF TEST YEAR	BALANCE AT END OF YEAR
	<b>ASSETS</b>		
	<b>CURRENT AND ACCRUED ASSETS</b>		
131	Cash	\$ 21268	\$ 237917
132	Special Deposits		
135	Temporary Cash Investments		
141	Customer Accounts Receivable		25707
146	Notes/Receivables from Associated Companies		
151	Plant Material and Supplies		
162	Prepayments		
174	Miscellaneous Current and Accrued Assets	18456	80385
	<b>TOTAL CURRENT AND ACCRUED ASSETS</b>	\$ 39724	\$ 344009
	<b>FIXED ASSETS</b>		
101	Utility Plant in Service	\$ 3829394	\$ 11,179,548
103	Property Held for Future Use		
105	Construction Work in Progress	2291714	2,418,002
108	Accumulated Depreciation – Utility Plant	<1472197	<346,433>
121	Non-Utility Property		
122	Accumulated Depreciation – Non Utility		
	<b>TOTAL FIXED ASSETS</b>	\$ 5973889	\$ 13,251,117
	<b>TOTAL ASSETS</b>	\$ 6013613	\$ 13,595,126

NOTE: Total Assets on this page should equal **Total Liabilities and Capital** on the following page.

COMPANY NAME

Palo Verde Utilities Company

**BALANCE SHEET (CONTINUED)**

Acct. No.	LIABILITIES	BALANCE AT BEGINNING OF TEST YEAR	BALANCE AT END OF YEAR
	<b>CURRENT LIABILITIES</b>		
231	Accounts Payable	\$ 491,954	\$ 137,257
232	Notes Payable (Current Portion)		
234	Notes/Accounts Payable to Associated Companies	985,180	938,052
235	Customer Deposits		
236	Accrued Taxes		
237	Accrued Interest		
241	Miscellaneous Current and Accrued Liabilities	19,256	0
	<b>TOTAL CURRENT LIABILITIES</b>	\$ 1,496,390	\$ 1,075,309
	<b>LONG-TERM DEBT (Over 12 Months)</b>		
224	Long-Term Notes and Bonds	\$ 0	\$ 0
	<b>DEFERRED CREDITS</b>		
252	Advances in Aid of Construction	\$ 1,064,865	\$ 1,295,032
253	Other Deferred Credits		
255	Accumulated Deferred Investment Tax Credits		
271	Contributions in Aid of Construction		
272	Less: Amortization of Contributions		
281	Accumulated Deferred Income Tax		
	<b>TOTAL DEFERRED CREDITS</b>	\$ 1,064,865	\$ 1,295,032
	<b>TOTAL LIABILITIES</b>	\$ 2,561,255	\$ 2,370,341
	<b>CAPITAL ACCOUNTS</b>		
201	Common Stock Issued (Shareholder Equity)	\$ 352,137.2	\$ 11,336,555
211	Other Paid in Capital		
215	Retained Earnings	<69,014>	<111,720>
218	Proprietary Capital (Sole Props and Partnerships)		
	<b>TOTAL CAPITAL</b>	\$ 345,235.8	\$ 11,224,785
	<b>TOTAL LIABILITIES AND CAPITAL</b>	\$ 6,013,613	\$ 13,595,126

COMPANY NAME

Palo Verde Utilities Company

**COMPARATIVE STATEMENT OF INCOME AND EXPENSE**

	<b>OPERATING REVENUES</b>	<b>PRIOR YEAR</b>	<b>TEST YEAR</b>
521	Flat Rate Revenues	\$ 211605	\$ 494,967
522	Measured Revenues		
536	Other Wastewater Revenues	39020	93515
	<b>TOTAL REVENUES</b>	\$ 250625	\$ 588,482
	<b>OPERATING EXPENSES</b>		
701	Salaries and Wages	\$ 105550	\$ 221357
710	Purchased Wastewater Treatment		
711	Sludge Removal Expense		
715	Purchased Power	6131	10,099
716	Fuel for Power Production		
718	Chemicals		6,788
720	Materials and Supplies	14507	33,165
731	Contractual Services – Professional	16138	77860
735	Contractual Services – Testing		
736	Contractual Services – Other		
740	Rents	23008	25236
750	Transportation Expense		806
755	Insurance Expense	5901	18957
765	Regulatory Commission Expense		
775	Miscellaneous Expense	1185	6103
403	Depreciation Expense	147219	278514
408	Taxes Other Than Income		
408.11	Property Taxes		32374
409	Income Taxes		
	<b>TOTAL OPERATING EXPENSES</b>	\$ 319639	\$ 711259
	<b>OTHER INCOME/EXPENSE</b>		
419	Interest and Dividend Income	\$	\$ 719
421	Non-Utility Income		3
426	Miscellaneous Non-Utility Expenses		
427	Interest Expense		
	<b>TOTAL OTHER INCOME/EXP</b>	\$ 0	\$ 722
	<b>NET INCOME/(LOSS)</b>	\$ (69014)	\$ (122,055)



COMPANY NAME

Palo Verde Utilities Company

**SUPPLEMENTAL FINANCIAL DATA****Long-Term Debt**

	LOAN #1	LOAN #2	LOAN #3	LOAN #4
Date Issued	N/A			
Source of Loan				
ACC Decision No.				
Reason for Loan				
Dollar Amount Issued	\$	\$	\$	\$
Amount Outstanding	\$	\$	\$	\$
Date of Maturity				
Interest Rate	%	%	%	%
Current Year Interest	\$	\$	\$	\$
Current Year Principle	\$	\$	\$	\$

<b>COMPANY NAME: PALO VERDE UTILITIES COMPANY</b>
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**WASTEWATER COMPANY PLANT DESCRIPTION**

**TREATMENT FACILITY**

<b>TYPE OF TREATMENT</b> (Extended Aeration, Step Aeration, Oxidation Ditch, Aerobic Lagoon, Anaerobic Lagoon, Trickling Filter, Septic Tank, Wetland, Etc.)	1 x 1.0 MGD SBR Tertiary Treatment Facility  1 x 0.3 MGD Facultative Lagoon
<b>DESIGN CAPACITY OF PLANT</b> (Gallons per Day)	1.0 MGD (per APP 105228)

**LIFT STATION FACILITIES**

<b>Location</b>	<b>Quantity of Pumps</b>	<b>Horsepower per Pump</b>	<b>Capacity per Pump (GPM)</b>	<b>Wet Well Capacity (gal)</b>
Influent Lift Station	2	35 HP	2100	5140
Rancho El Dorado L/S	2	20 HP	1000	4710
Reclaimed Water Delivery System	2	50 HP	2100	78,800

**FORCEMAINS**

<b>Size</b>	<b>Material</b>	<b>Length</b>
10-inch	PVC	3352
14-inch	PVC	2406

**MANHOLES**

<b>Type</b>	<b>Quantity</b>
Standard	360
Drop	1

**CLEANOUTS**

<b>Quantity</b>
6

**COMPANY NAME: PALO VERDE UTILITIES COMPANY**

**WASTEWATER COMPANY PLANT DESCRIPTION CONTINUED**

**COLLECTION MAINS**

Size (in inches)	Material	Length (in feet)
6	PVC	115
8	PVC	62017
10	PVC	11428
12	PVC	4695
14	PVC	5080
15	PVC	6640
24	PVC	7740
36	PVC	7200
10	DIP	290
12	DIP	20
14	DIP	480
24	DIP	500
24	HDPE	5804
27	HDPE	1679

**SERVICES**

Size (in inches)	Material	Quantity
4	PVC	1527

**FOR THE FOLLOWING FIVE ITEMS, LIST THE UTILITY OWNED ASSETS IN EACH CATEGORY**

<b>SOLIDS PROCESSING AND HANDLING FACILITIES</b>	1 x 1.5 m Filter Belt Press 1 x ¼-in Influent Trash Removal Auger
<b>DISINFECTION EQUIPMENT</b> (Chlorinator, Ultra-Violet, Etc.)	1 x Low Pressure High Intensity UV 1 x Chlorination System
<b>FILTRATION EQUIPMENT</b> (Rapid Sand, Slow Sand, Activated Carbon, Etc.)	2 x 1.0 MGD sand filters (gravity, traveling bridge)
<b>STRUCTURES</b> (Buildings, Fences, Etc)	Office/Lab/Storage = 1500 sq ft Blower/Solids Handling = 2400 sq ft Masonry Walls (Filtration + Odor Control) = 220 ft Chain Link Fence (Lagoon) = 2450 ft Chain Link Fence (SBR) = 800 ft
<b>OTHER</b> (Laboratory Equipment, Tools, Vehicles, Standby Power Generators, Etc.)	1 x 1500 kW D/G 1 x 350 kVA D/G 1 x 80 kVA D/G

**WASTEWATER FLOWS**

<b>MONTH/YEAR (Most Recent 12 Months)</b>	<b>NUMBER OF SERVICES</b>	<b>TOTAL MONTHLY SEWAGE FLOW</b>	<b>SEWAGE FLOW ON PEAK DAY</b>
January	698	1,942,000*	164,000*
February	742	1,942,000*	164,000*
March	782	5,560,000*	500,000*
April	811	2,717,000*	370,000*
May	833	3,582,280	228,042
June	900	3,453,160	185,556
July	959	3,972,586	208,722
August	1035	4,467,317	242,850
September	1080	4,295,614	242,850
October	1137	5,141,335	249,892
November	1231	5,726,645	240,937
December	1278	6,113,031	263,963

\* Numbers marked with an asterisk are effluent totals. All other numbers are influent totals

**PROVIDE THE FOLLOWING INFORMATION AS APPLICABLE**

<b>Method of Effluent Disposal</b> (Leach Field, Surface Water Discharge, Reuse, Injection Well, Groundwater Recharge, Evaporation Ponds, Etc)	Re-Use to agricultural fields
<b>Wastewater Inventory Number</b> (All wastewater systems are assigned an inventory number)	Facility ID 5048
<b>Groundwater Permit Number</b>	
<b>ADEQ Aquifer Protection Permit</b>	APP 105228 APP 103558
<b>ADEQ Reuse Permit Number</b>	R103558
<b>EPA NPDES Permit Number (AzPDES)</b>	AZ0025071

**COMPANY NAME: PALO VERDE UTILITIES COMPANY**

STATISTICAL INFORMATION

Total number of Customers 1278

Total number of gallons treated 48,912,968 gallons

COMPANY NAME Palo Verde Utilities Company YEAR ENDING 12/31/2003

INCOME TAXES

For this reporting period, provide the following:

\$0; LLC

Federal Taxable Income Reported \_\_\_\_\_  
Estimated or Actual Federal Tax Liability \_\_\_\_\_

State Taxable Income Reported \_\_\_\_\_  
Estimated or Actual State Tax Liability \_\_\_\_\_

Amount of Grossed-Up Contributions/Advances:

Amount of Contributions/Advances \_\_\_\_\_  
Amount of Gross-Up Tax Collected \_\_\_\_\_  
Total Grossed-Up Contributions/Advances \_\_\_\_\_

Decision No. 55774 states, in part, that the utility will refund any excess gross-up funds collected at the close of the tax year when tax returns are completed. Pursuant to this Decision, if gross-up tax refunds are due to any Payer or if any gross-up tax refunds have already been made, attach the following information by Payer: name and amount of contribution/advance, the amount of gross-up tax collected, the amount of refund due to each Payer, and the date the Utility expects to make or has made the refund to the Payer.

**CERTIFICATION**

The undersigned hereby certifies that the Utility has refunded to Payers all gross-up tax refunds reported in the prior year's annual report. This certification is to be signed by the President or Chief Executive Officer, if a corporation; the managing general partner, if a partnership; the managing member, if a limited liability company or the sole proprietor, if a sole proprietorship.

Cindy M. Liles

SIGNATURE

4-15-04

DATE

Cindy M. Liles

PRINTED NAME

Chief Financial Officer

TITLE

COMPANY NAME Palo Verde Utilities Company YEAR ENDING 12/31/2003

**PROPERTY TAXES**

Amount of actual property taxes paid during Calendar Year 2003 was: \$ 6186.79

Attach to this annual report proof (e.g. property tax bills stamped "paid in full" or copies of cancelled checks for property tax payments) of any and all property taxes paid during the calendar year.

If no property taxes paid, explain why. \_\_\_\_\_

\_\_\_\_\_  
\_\_\_\_\_  
\_\_\_\_\_  
\_\_\_\_\_

# Pinal County Treasurer TAX RECEIPT

PO Box 729

Florence, AZ 85232-0729

Phone: (520) 866-6412 Fax: (520) 868-9007

www.co.pinal.az.us/treasurer

e-mail: treasurer@co.pinal.az.us

Paid By: PALO VERDE UTILITY - WASTEWATER COMPANY  
MIKE REINBOLD  
426 NORTH 44TH STREET  
SUITE 100  
PHOENIX AZ,

CNTR Batch: 2092596  
Payment Date: 11/19/2003  
Interest Date: 10/31/2003  
Printed By: TRSMBY

Parcel Number	Description	Amt Pd	Balance Due	If Paid By
984-32-019T1	2003 Taxes	6,186.79		
	Paid	6,186.79	6,186.79	05/01/2004
	<b>Total Paid</b>	<u>6,186.79</u>		
TOTAL VALUE OF OPERATING PROPERTY				
-----				



**VERIFICATION  
AND  
SWORN STATEMENT  
Intrastate Revenues Only**

**RECEIVED**

MAY 05 2004

VERIFICATION

STATE OF Arizona

I, THE UNDERSIGNED

OF THE

**ARIZONA CORPORATION COMMISSION  
DIRECTOR OF UTILITIES**

COUNTY OF (COUNTY NAME) <u>Pinal</u>
NAME (OWNER OR OFFICIAL) TITLE <u>Cindy Liles, CFO</u>
COMPANY NAME <u>Palo Verde Utilities Company, LLC</u>

**DO SAY THAT THIS ANNUAL UTILITY REPORT TO THE ARIZONA CORPORATION COMMISSION**

**FOR THE YEAR ENDING**

MONTH	DAY	YEAR
12	31	2003

HAS BEEN PREPARED UNDER MY DIRECTION, FROM THE ORIGINAL BOOKS, PAPERS AND RECORDS OF SAID UTILITY; THAT I HAVE CAREFULLY EXAMINED THE SAME, AND DECLARE THE SAME TO BE A COMPLETE AND CORRECT STATEMENT OF BUSINESS AND AFFAIRS OF SAID UTILITY FOR THE PERIOD COVERED BY THIS REPORT IN RESPECT TO EACH AND EVERY MATTER AND THING SET FORTH, TO THE BEST OF MY KNOWLEDGE, INFORMATION AND BELIEF.

**SWORN STATEMENT**

IN ACCORDANCE WITH THE REQUIREMENT OF TITLE 40, ARTICLE 8, SECTION 40-401, ARIZONA REVISED STATUTES, IT IS HEREIN REPORTED THAT THE GROSS OPERATING REVENUE OF SAID UTILITY DERIVED FROM ARIZONA INTRASTATE UTILITY OPERATIONS DURING CALENDAR YEAR 2003 WAS:

Arizona IntraState Gross Operating Revenues Only (\$)

\$ 535,662.<sup>00</sup>

(THE AMOUNT IN BOX ABOVE  
INCLUDES \$ 0  
IN SALES TAXES BILLED, OR COLLECTED

**\*\*REVENUE REPORTED ON THIS PAGE MUST INCLUDE SALES TAXES BILLED OR COLLECTED. IF FOR ANY OTHER REASON, THE REVENUE REPORTED ABOVE DOES NOT AGREE WITH TOTAL OPERATING REVENUES ELSEWHERE REPORTED, ATTACH THOSE STATEMENTS THAT RECONCILE THE DIFFERENCE. (EXPLAIN IN DETAIL)**

Cindy M. Liles

SIGNATURE OF OWNER OR OFFICIAL

TELEPHONE NUMBER

SUBSCRIBED AND SWORN TO BEFORE ME

A NOTARY PUBLIC IN AND FOR THE COUNTY OF

THIS

3rd

DAY OF

Notary Public State of Arizona

Maricopa County

Shaylyn Williams

Expires March 23, 2008

(SEAL)



COUNTY NAME <u>maricopa</u>
MONTH <u>may</u> YEAR <u>2004</u>

SIGNATURE OF NOTARY PUBLIC

MY COMMISSION EXPIRES may 23, 2008

**Palo Verde Utilities Co., LLC**

**FY 2003**

**Total Revenues Reported** **\$ 588,482**

**NSF Fees Charged**

01/31/2003 NSF Fees - Jan	\$ 10.00
02/28/2003 NSF Fees - Feb	10.00
03/31/2003 NSF Fees - Mar	20.00
04/30/2003 NSF Fees - Apr	10.00
05/31/2003 NSF Fees - May	50.00
06/30/2003 NSF Fees - Jun	40.00
07/31/2003 NSF Fees - Jul	10.00
08/31/2003 NSF Fees - Aug	20.00
09/30/2003 NSF Fees - Sep	40.00
10/31/2003 NSF Fees - Oct	60.00
11/30/2003 NSF Fees - Nov	40.00
12/31/2003 NSF Fees - Dec	10.00
	<hr/>
	\$ 320.00

**In-Parcel Line Extension Revenue**

12/11/2003 Western Holdings-Cobblestone Farms	52,500.00
	<hr/>
	\$ 52,500.00

**Total Non-Operating Revenues** **\$ 52,820**

**Arizona IntraState Gross Operating Revenue** **\$ 535,662**

**Sales Tax Charged** **\$ -**

**Total Operating Revenues** **\$ 535,662**

**VERIFICATION  
AND  
SWORN STATEMENT  
RESIDENTIAL REVENUE  
INTRASTATE REVENUES ONLY**

**RECEIVED**

VERIFICATION

STATE OF Arizona

I, THE UNDERSIGNED

OF THE

DO SAY THAT THIS ANNUAL UTILITY REPORT TO THE ARIZONA CORPORATION COMMISSION

FOR THE YEAR ENDING

MONTH	DAY	YEAR
12	31	2003

HAS BEEN PREPARED UNDER MY DIRECTION, FROM THE ORIGINAL BOOKS, PAPERS AND RECORDS OF SAID UTILITY; THAT I HAVE CAREFULLY EXAMINED THE SAME, AND DECLARE THE SAME TO BE A COMPLETE AND CORRECT STATEMENT OF BUSINESS AND AFFAIRS OF SAID UTILITY FOR THE PERIOD COVERED BY THIS REPORT IN RESPECT TO EACH AND EVERY MATTER AND THING SET FORTH, TO THE BEST OF MY KNOWLEDGE, INFORMATION AND BELIEF.

**SWORN STATEMENT**

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ARIZONA INTRASTATE GROSS OPERATING REVENUES

\$ 393,354.<sup>00</sup>

(THE AMOUNT IN BOX AT LEFT  
INCLUDES \$ 0  
IN SALES TAXES BILLED, OR COLLECTED)

\*RESIDENTIAL REVENUE REPORTED ON THIS PAGE  
MUST INCLUDE SALES TAXES BILLED.

X Cindy Liles  
SIGNATURE OF OWNER OR OFFICIAL

SUBSCRIBED AND SWORN TO BEFORE ME

A NOTARY PUBLIC IN AND FOR THE COUNTY OF

THIS

3rd

DAY OF

(SEAL)



Notary Public State of Arizona  
Maricopa County  
Shaylyn Williams  
Expires March 23, 2006

MY COMMISSION EXPIRES

march 23, 2006

NOTARY PUBLIC NAME <u>Shaylyn Williams</u>	
COUNTY NAME <u>Maricopa</u>	
MONTH <u>may</u>	YEAR <u>2004</u>

X [Signature]  
SIGNATURE OF NOTARY PUBLIC